

ITEM #26
CERTIFICATE OF ORGANIZATION, CAPITAL AND ASSETS

State of _____

Office of _____

_____, 20 _____

I, _____, hereby certify that I am the*
_____ of the State of _____ and have supervision of
insurance business in said State and as such _____ further certify that the**
_____ of
_____ is duly organized under the laws of said State and is authorized to
transact its appropriate business of _____
_____ insurance in this State.

I further certify that the said** _____ is possessed of admitted assets in the
amount of _____ dollars, and has a paid-in capital of
_____ dollars, and is possessed of a surplus of admitted assets over all liabilities, reserves
and capital of at least _____ dollars, as shown by its annual statement submitted to this
Department as of _____, 20 _____.

IN TESTIMONY WHEREOF, *I have hereunto set my hand*
at _____ *this* _____ *day of*
_____, A.D. 20 _____.

* Insurance Commissioner or other officer having supervision of insurance business, or authorized to make the certificate.

** Name of Insurer.

SECTION 36. CALIFORNIA INSURANCE CODE

36. “Paid-in capital” or “capital paid-in” means:

- (a) In the case of a foreign mutual insurer not issuing or having outstanding capital stock, the value of its assets in excess of the sum of its liabilities for losses reported, expenses, taxes and all other indebtedness and reinsurance of outstanding risks as provided by law. Such foreign mutual insurer shall not be admitted, however, unless its paid-in capital is composed of available cash assets amounting to at least two hundred thousand dollars (\$200,000).
- (b) In the case of a foreign joint stock and mutual insurer its paid-in capital computed, according to its desire, pursuant to the provisions of subdivision (a) or subdivision (c) of this section. If computed pursuant to the provisions of subdivision (a), its admission is subject to the qualification therein expressed.
- (c) In the case of all other insurers, the lower of the following amounts:
 - (1) The value of its assets in excess of the sum of its liabilities for losses reported, expenses, taxes, and all other indebtedness and reinsurance of outstanding risks as provided by law; or
 - (2) The aggregate par value of its issued shares of stock, including treasury shares.

For the purpose of computing paid-in capital or capital paid-in, shares of stock are not taken as liabilities.